

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1476 – SB 1687

March 11, 2014

SUMMARY OF ORIGINAL BILL: Authorizes a commercially-operated resort, restaurant, marina and recreational facility on Norris Lake in Campbell County meeting the specifications of the bill to be issued a license as a premier type tourist resort for the purpose of selling liquor by the drink.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue - \$300/One-Time/ABC Fund
\$2,000/Recurring/ABC Fund

SUMMARY OF AMENDMENT (013537): Adds language to the original bill that authorizes a commercially operated marina on Tims Ford Lake meeting the specifications in the bill, and a commercially operated mountain top resort in Campbell County meeting the specifications of the bill, to be issued licenses as premier type tourist resorts for the purpose of selling liquor by the drink.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Revenue- \$900/One-Time/ABC Fund
\$6,000/Recurring/ABC Fund

Assumptions for the bill as amended:

- The bill would apply to three entities.
- There is an initial application fee of \$300 and a \$2,000 annual renewal fee to the Alcoholic Beverage Commission (ABC) for each entity.
- The one-time increase in state revenue to the ABC Fund is estimated to be \$900 (\$300 x 3). The recurring increase in state revenue to the ABC Fund is estimated to be \$6,000 (\$2,000 x 3).
- No additional personnel or resources will be required by ABC.
- The entities will be assessed state and local taxes on alcoholic beverage sales, a 15 percent liquor-by-the-drink tax on all alcoholic beverages sold, and any applicable county or privilege tax. These taxes will not have a significant state or local fiscal impact.

HB 1476 – SB 1687

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce